

GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT

Irrigation & CAD Department – Crawl Cat Dredgers – Request for hire period/outright sale of Dredger No.VIII – Reconstitution of a Committee to examine the request of Krishnapatnam port Company Limited, Hyderabad - Outright sale of Dredger No.VIII to M/s Krishnapatnam Port Company Limited at Rs.56 lakhs - Accorded - Orders -Issued

---

IRRIGATION & CAD (P.W.GENL.III)DEPARTMENT

G.O.RT.No.497

Dt.25-06-2008

Read the following:-

1. G.O.Rt.No.828, Irrigation & CAD Department Dt.16-11-2002.
2. From ENC, Drainage Wing, Hyderabad Lr. No.ENC (I)/DR/OT2 /AE1/2113/98-III Dated 13-11-2003.
3. Govt Memo No.36494/M&E/2002-10 Irrigation & CAD(PW.M&E) Department Dt.11-3-2004.
4. From the Chief Financial Officer, Krishnapatnam Port Company Limited Lr.No. Nil Dt.15-4-2006
5. From the ENC (Drainage)Lr.No.CE/DR/OT2/AE1/2113/98 Dt.31-10-2006
6. From the Chief Financial Officer, Krishnapatnam Port Company Limited Lr.No. Nil Dt.16-5-2007.
7. G.O.Rt.No.486, Irrigation &CAD(PW.Genl.III) Department Dt.28-07-2007.
8. From ENC, Drainage Wing, Hyderabad Lr. No.ENC/DR/OT2 /AE1/ 2113/07 Dt.29-11-2007 along with recommendations/ report of the committee.

O R D E R

In the reference 3<sup>rd</sup> read above the ENC, Drainage wing Hyderabad was directed to spare two(2) Dredgers on hire basis to M/s Krishnapatnam Port Company Limited with the terms and conditions as mentioned therein, as recommended by the Committee constituted in the G.O. Ist read above.

2. In the reference 4<sup>th</sup> read above, the Krishnapatnam Port Company Limited has informed that the dredger VIII was sunken due to Tsunami in the year 2004 and requested the feasibility for granting the extension of lease period. The ENC(Drainage wing), Hyderabad has confirmed the fact in his letter 5<sup>th</sup> read above.

(P.T.O)

3. In the reference 6<sup>th</sup> read above, the Krishnapatnam Port Company Limited has further offered to purchase the said Dredger on out-right basis. In this regard, Government have again constituted another committee in the G.O. 7<sup>th</sup> read above to examine the following issues and submit its report to the Government.

a) Issue of either outright sale for repayment of the value of the Dredger No.VIII.

OR

b) Imposing penalty on the hirer as per the terms of the Contract in respect of Dredger No.VIII.

OR

c) For extension of agreement for hire the dredger No.VIII instead of encashing the Bank Guarantee.

4. The Engineer-in-Chief, Drainage Wing, Hyderabad in his letter 8<sup>th</sup> read above has submitted the committee report for information and necessary further action.

5. The Committee in its final report Dt.13-11-2007 has made the following recommendations against the above three issues.

a) The value of the dredger No.VIII at the cost of Rs.56.00 lakhs (value fixed by the then committee on 10-10-2003 for disposal to Govt. department) may be collected from M/S Krishnapatnam port company Ltd.treating as deemed outright sale duly collecting the hire charges upto the date of occurrence of Tsunami as the dredger sunk in the sea, during Tsunami i.e. in the natural calamity, which is an act of Nature and beyond the control of the agency to prevent the mishap.

b) Imposing penalty on the hirer as per the terms of the contract does not arise, as the dredger sunk in the Tsunami i.e. in Natural calamity.

c) The extension of agreement for hire instead of encashing the bank guarantee does not arise, as the dredger sunk in the tsunami i.e. in Natural calamity.

6. Government after careful examination of the above report of the Committee decided to accept the recommendations of the committee. Accordingly, the Engineer in Chief, Drainage Wing is hereby permitted for outright sale of dredger No.VIII to Krishnapatnam port Company Limited subject to, any advances paid by the Company to the Government towards hire charges will be adjusted from the sale cost i.e., Rs.56 lakhs duly deducting hire charges from the date of lease of dredger to date of Tsunami.

(Contd., P.3)

::3::

7. This order issues with the concurrence of Finance (Exp.PW.1)Department vide their Uo No.15090/574/Exp.PW.1/2008 Dt.05-06-2008.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

ADITHYA NATH DAS  
SECRETARY TO GOVERNMENT

To

The Engineer in Chief (Drainage), Drainage Wing,  
Errumanzil, Hyderabad.

Copy to:-

Chief Financial Officer, Krishnapatnam Port Company  
Limited, Hyderabad

Finance(Exp.PW.1)Department.

P.S. to Secretary to Government (AD)

P.S. to Secretary to Government(SB),

SF/SC

//FORWARDED::BY ORDER//

SECTION OFFICER